20 Civ. 4979 (LGS)

<u>ORDER</u>

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

INTERNATIONAL ASSOCIATION OF BRIDGE, STRUCTURAL, ORNAMENTAL AND REINFORCING IRON WORKERS

UNION LOCAL 361 and TRUSTEES of the IRON WORKERS LOCALS 40, 361 & 417

UNION SECURITY FUNDS,

Plaintiffs

-against-

LOW-BID INC., PREMIER STEEL INC., J. MCNULTY ENTERPRISES and GEORGE T. MCNULTY,

Defendants.

LORNA G. SCHOFIELD, District Judge:

WHEREAS, Defendant George T. McNulty was allegedly served on June 9, 2020 (Dkt. No. 14).

WHEREAS, an answer was due "within 21 days after being served with the summons and complaint," (Fed. R. Civ. P. 12(a)(1)(A)(i)), but no such answer was filed.

WHEREAS, on August 18, 2020, the Clerk of Court entered a certificate of default (Dkt. No. 22).

WHEREAS, on August 9, 2021, Plaintiffs filed a motion for default judgment and supporting papers (Dkt. No. 71).

WHEREAS, on August 23, 2021, the Court issued an order to show cause why default judgment should not be entered and set a hearing for September 23, 2021 (Dkt. No. 72).

WHEREAS, on September 23, 2021, Defendant McNulty attempted to appear at the show cause hearing, and subsequently filed a letter explaining why he was unable to appear at the hearing (Dkt. No. 84).

WHEREAS, pursuant to Federal Rule of Civil Procedure 55(c) a "court may set aside an

entry of default for good cause." Fed. R. Civ. P. 55(c). Courts consider the following factors in

determining whether good cause exists: "(1) whether the default was willful; (2) whether setting

aside the default would prejudice the adversary; and (3) whether a meritorious defense is

presented." Enron Oil Corp. v. Diakuhara, 10 F.3d 90, 96 (2d Cir. 1993); accord G&G Closed

Circuit Events, LLC v. Shahzad, No. 20 Civ. 7487, 2021 WL 1163824, at *1 (S.D.N.Y. Mar. 26,

2021). It is hereby

ORDERED that the Certificate of Default is **set aside and vacated**, based on the Court's

finding that Defendant McNulty has shown good cause for doing so. This finding is based on the

fact that Defendant McNulty has made various efforts to participate in this proceeding, including

appearing at previous conferences. Defendant McNulty made several attempts to appear at the

September 23, 2021, show cause hearing, and contacted chambers in an effort to make an

appearance during the hearing after experiencing technical difficulties. Defendant McNulty, who

is not represented and has no legal training, appears to have not understood his legal obligation to

file on the court docket an answer or other response to the Complaint. For these reasons, the

Court finds good cause for setting aside and vacating the Certificate of Default. It is further

ORDERED that, by **November 23, 2021**, Defendant McNulty shall answer, move or

otherwise respond to the Complaint, or shall seek an extension of time to respond.

A separate referral order will issue.

Dated: September 28, 2021

New York, New York

Lorna G. Schofiel

UNITED STATES DISTRICT JUDGE

2